

# SEIZURE OF VESSELS BY U. S. RENEWS SHIPPING WAR

To-Night's Weather—FAIR, WARMER.

To-Morrow's Weather—FAIR.

## THE EVENING WORLD

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# ENGLAND'S TERMS TO IRELAND ARE DIVULGED IN PART

## NO TAX BURDENS TO BE LIFTED FROM BACKS OF PEOPLE

With All the Talk of Economy All That Will Result Is a Different Distribution of Imposts.

Painful Fact Now Disclosed That the Tariff Will Yield Only One-Tenth of the Needed Revenue.

Not Known Yet Whether Big Corporations or the Small Income Man Is to Suffer Most in New Adjustment.

By David Lawrence.  
(Special Correspondent of The Evening World.)

WASHINGTON, July 23 (Copyright 1921).—Taxes for the year 1921, which must be paid next March, will be reduced slightly, if at all.

The painful truth that, after all the talk about economy, the American taxpayer will not be rid of his war burden is at last being admitted by leaders of the Republican Party. Secretary Mellon of the Treasury Department, on the one hand, has told the Ways and Means Committee of the House that, judging by what has happened thus far, fully four billion dollars in revenue will be needed to run the Government, and Senator Penrose has intimated, on the other hand, that he had little hope of seeing taxes reduced. It will be remembered that Secretary Houston of the Democratic Administration told the country last year that he did not believe Government expenses could be cut below four billion; and that, therefore, all promises of lower taxation were unwarranted.

So a Republican Secretary of the Treasury in naming four billion dollars as the Government budget, and all hopes of lower taxation are going a-glittering. Mr. Mellon has gone a step further by telling the Republican Ways and Means Committee another painful fact, namely, that the Tariff Bill, about which there has been so much controversy and which has just passed the House, will not yield more than \$450,000,000 annually, and perhaps less. Originally it had been estimated that the new tariff would furnish \$600,000,000. Thus the Fordney tariff will bring only about one-tenth of the total revenue needed to run the Government. There was a time when a tariff bill would yield about half the revenue of the Government, but that was when the United States Government could be managed with a single billion dollars.

Secretary Mellon's statement that the new tariff would yield only one-tenth of the revenue needed is a gentle hint to Congress that means must still be provided to raise the other nine-tenths, namely, three and a-half billion dollars.

While the excess profits tax will be repealed, the truth is that particular provision of the Excess Revenue Law has been automatically repealed by

(Continued on Second Page.)

## CALLS IT ONLY LAW GENTLEMEN CAN BREAK.

Madden Charged With Having Bottle in a Restaurant.

Joseph Madden, twenty-two, who gave his residence as No. 28 West 59th Street, which is the New York Athletic Club, was arrested this morning in the Pre-Catelan Cafe, No. 119 West 35th Street, for violation of the State liquor law. He was at a table with two men friends and had an unopened bottle in front of him, it is charged.

Madden was bailed out by the proprietor of the place and was in Jefferson Market Court later. He said it was the only law a man could violate and still consider himself a gentleman. He denied a report he was a son of John J. Madden the horseman. He pleaded not guilty and the case was adjourned.

## PRESIDENT LEAVES ON CAMPING TRIP

Will Spend Night Under Canvas With Edison, Ford and Other Friends.

WASHINGTON, July 23.—President Harding left here by automobile to-day to join the camping party of Harvey S. Firestone, Henry Ford and Thomas A. Edison on Licking Creek, near Pockville, Md. He expects to spend the night under canvas and return to Washington late to-morrow.

Mrs. Harding did not accompany the President, having decided not to accept the invitation.

The President's schedule called for luncheon at the camp and an afternoon in the Maryland and West Virginia hills. Besides Mr. Firestone, Mr. Ford and Mr. Edison and their wives he will find Bishop William F. Anderson of the Methodist Episcopal Church, an old friend, and Mrs. Anderson at the camp.

HAGERSTOWN, Md., July 23.—When "folks" go on a picnic some one furnishes the pickles and some one else the sandwiches, while another brings along the potato chips.

Here's the way the "back to nature party" did it to-day:

Henry Ford—Four divers to carry the equipment.

H. S. Firestone—Two truck-loads of grub.

Thomas A. Edison—Wireless outfit and mechanical comforts.

Warren G. Harding—Diplomacy.

## BEAUTIFUL DREAM TURNS U. S. SHIPS TO FLOATING BARS

From Maine to Miami They May Line the Three-Mile Limit, Officials Hear.

WASHINGTON, July 23.—Extensive plans for dotting the Atlantic coast with floating bars reached officials of the United States Shipping Board to-day.

A New York syndicate of liquor vendors are considering the purchase of wooden vessels offered for sale by the Shipping Board, the report stated, and if they are successful the ships will be loaded with liquor and anchored outside the three-mile limit. These plans call for a chain of floating saloons reaching from Bath, Me., to Tampa, Fla.

Chairman Lasker of the Shipping Board admitted that a report of the alleged plans had reached him. He refused to say whether offers from liquor men would be refused. The board is anxious to sell the ships. Bids on the 287 wooden vessels will be opened July 30.

"A great idea," he said of the plan. "There's just enough boats to stud the eastern shore with floating drink palaces. They wouldn't cost as much as a city shop, and no rent or taxes to pay. Motor boat lines could ply to and fro between the anchored ships and nearby cities."

Prohibition Commissioner Haynes said if the ships were purchased by liquor vendors and are placed under foreign registry the Government could not touch them. It operated under American registry this Government could take action, he believed.

Haynes said to-day that the Coast Guard Service has refused him the use of its cutters outside the three-mile limit in his effort to hunt down rum runners reported operating off the New Jersey and Massachusetts coast.

Greeks Report Repulse of Turks.

LONDON, July 23 (Associated Press).—The Turkish Nationalists on Thursday viciously counter-attacked the Greek center in Asia Minor with 14 infantry and two Cavalry divisions, but seven Greek divisions repulsed the attack, says an official statement from Athens dated of Friday received by the Greek legation here to-day.

Dr. H. L. Gray Drops Dead.

Dr. Herbert L. Gray, forty-years-old, of No. 238 West 22nd Street, dropped dead there this morning just as he was about to say good-bye to his mother before sailing for France for a vacation. He apparently had been in perfect health. He was unmarried. His mother lived with him in the building where he had his office.

## \$37,000 IN SCOTCH, 3 PROMINENT MEN, SEIZED ON VESSEL

Vessel at New Haven, Captured After Fight, Yields 300 Cases Whiskey.

ARREST 18 SMUGGLERS.

Motor Trucks and Cars Confiscated, Along With Sloop and Its Cargo.

NEW HAVEN, July 23.—Acting upon information furnished over the telephone by some unknown persons, the New Haven police early to-day surprised a band of eighteen men unloading Scotch whiskey from the small auxiliary sword-fishing sloop Jennie T., captured them at the point of revolvers, seized the vessel and confiscated about three hundred cases of liquor, as well as three motor trucks and three touring cars.

The confiscated liquor is appraised at about \$37,000.

Three well known New Haven residents, U. Harman Bronson, Pearl P. Sperry Jr. and William Beecher, were among the eighteen men taken into custody. All were held without bail pending a hearing before United States Commissioner Lynch.

Prohibition Enforcement Agent Thomas J. McAuliffe received information yesterday that a cargo of liquor was to be landed somewhere in the vicinity of New Haven during the night. Accordingly he posted his men at various points along the shore, but neglected to station any one at Light-house Point, at the eastern entrance to New Haven Harbor.

Shortly before daybreak a telephone call came into Police Headquarters from an unknown person on the other end of the wire said:

"They are unloading a boatload of whiskey at the Lighthouse Point pier. A large force of police, sent in automobiles to Lighthouse Point, bore down upon the supposed smugglers and arrested them without resistance."

The Jennie T. had New Britain pointed on her stern as her halting port. New Britain, however, is several miles distant from salt water. According to the maritime records, the auxiliary fishing vessel Jennie T., seven tons net, was built at Norwalk, Conn., and hails from Northport, N. Y.

Glynns Charges Gross Collusion in

WATERTOWN, N. Y., July 23.—"There will be little improvement in the Prohibition situation in this State until Washington has authorized Director Hart to thoroughly clean house and until the impotent enforcement force has been discharged and reliable and efficient men named," declared George A. Glynns, chairman of the Republican State Committee, at his home here to-day.

"Prohibition," Mr. Glynns added, "has never had a fair chance. If thieves and bandits were to receive the encouragement of official collusion anything like that which bootleggers enjoy, the violations would exceed the violations of prohibition."

"In New York City the booze business is in the hands of aliens and the worst class of liquor dealers of the old days. It is a strange thing that profiteers are the main propagandists against prohibition."

Trying to Locate Liquor Brought on Schooner Pocophone.

ATLANTIC CITY, July 23.—Five airplanes flying up and down the coast and circling over the ocean to-day led boardwalk throngs to believe that Government craft were searching for liquor smugglers.

Federal investigators were busy ashore trying to locate some of the liquor alleged to have been landed from the British schooner Pocophone. Capt. J. A. Roy of the schooner, which is anchored off shore, said he expected to sail for Quebec when he got good and ready.

## President Harding Presenting Golf Cup to Champion Jim Barnes



## GOVERNOR VISITS CHICAGO, BRINGING BODYGUARD ALONG

Accused Executive Expected to Make Defense at Thompson Picnic.

CHICAGO, July 23.—Gov. Small came to Chicago to-day surrounded by a bodyguard to attend a picnic given to Mayor Thompson and other Republican leaders.

Small, it is expected, will speak in answer to charges that he embezzled \$500,000 State funds.

SPRINGFIELD, Ill., July 23.—A contest between the courts and Gov. Small, which may develop into an armed clash, is threatened here.

Judge E. S. Smith hinted as much when, in a statement from the bench, he said that he would probably instruct the Sheriff of Sangamon County to arrest the Governor, who is now guarded by a detachment of State militia. If the Executive, as commander of the troops, orders them to resist, as it is claimed he has a right to do, bloodshed is feared.

This situation developed when the Judge, after hearing arguments from former Gov. Joseph Fifer and former Representative Graham in behalf of Small, refused to dismiss the warrants for his arrest, adding "that there is now no question before the court."

The Judge's action leaves the warrants for the Governor alive. They are in the hands of the Sheriff. It was as "friends of the court" that the Governor's counsel made their arguments. Their most sensational contention was that the Executive could call out the State troops to prevent the Sheriff or his deputies from serving the warrants.

It was thought by many people that the Governor may act on this argument of his attorneys, inasmuch as there were several National Guard officers, including Adjutant General Dickson, in full uniform at the State House to-day.

Attorney Graham held the only way to punish the Governor was by impeachment.

## HUGO STINNES, GERMAN CAPITALIST, THROWN FROM AUTO

Industrial Dictator of Germany Has Brain Concussion—Now Resting Easily.

BERLIN, July 23 (Associated Press).—Hugo Stinnes, the German capitalist, suffered concussion of the brain and a severe cut in the forehead when an automobile in which he was motoring in the vicinity of Wiesbaden, Prussia, was overturned to-day.

Stinnes was accompanied by his daughter and granddaughter, both of whom were injured. He was taken to Wiesbaden, where he received treatment and is reported to be resting easily.

Hugo Stinnes is the best known industrialist of Germany. The owner of several newspapers, shipping lines and great industrial plants, he is said to control capital totalling \$600,000,000 marks. Recently he was reported to have acquired large concessions in Soviet Russia and to have begun an industrial invasion of several other countries.

## GETS 500 LETTERS A DAY, JACK DEMPSEY ASSERTS.

Rife Registered Mail After Covering Crew With Revolvers.

ST. LOUIS, Mo., July 23.—The hold-up of Missouri Pacific passenger train No. 296, near Van Dale, was reported to-day by members of the train crew on arrival here. The train was stopped shortly after midnight by a huge pile of ties on the track, topped with a lantern covered with a red handkerchief. Two bandits covered the engine crew.

"Two other bandits uncoupled the mail and express cars and the engineer, with a revolver sticking in his ribs, was forced to take the two cars about 30 yards down the track," said A. F. Jacobson, train auditor.

"The men looted the registered sacks and forced the express messenger to open the safe. The booty, which included thousands of dollars, was carried to a waiting auto."

"The robbers wore overalls and their faces were blackened."

Passengers were sent out immediately and secured the country, but no trace of the robbers had been found to-day.

Passengers aboard the train were not molested.

To Abandon Six Army Cantinments.

WASHINGTON, July 23.—Six Army cantinments will be abandoned by the War Department, Secretary Weeks announced to-day. Two of the six are Camp Devens, Mass., and Camp Meade, Maryland. The remaining four were not named.

## CARPENTIER'S PARIS WELCOME SO UPROARIOUS POLICE SQUAD STOPS MARCHING OF CROWD

Reserves Politely Ask Fighter to Go Home in a Taxi and End Blockade.

CROWD NO. 2 LOSES HIM

Defeated Pugilist, Still the Hero of Frenchmen, Says Dempsey Is the Best Man.

PARIS, July 23.—Georges Carpentier, apparently more than ever the idol of the French sporting public because of his gallant if unsuccessful attempt to capture the world's heavyweight championship, was given a hero's reception upon his arrival in Paris at noon to-day from the United States.

The St. Nazaire railway station, at which the French boxer's train pulled in, was crowded with his admirers, and as Carpentier appeared, palpably surprised by the enthusiasm of his reception and affected almost to tears, he was captured by the surging crowd and borne against his will through the side door of the station and along the Rue Londres.

Meanwhile the crowd which had waited outside the station, not knowing their favorite had made his exit through another than the main door, pushed and jammed about the building for nearly half an hour after his departure, clogging the thoroughfares in the vicinity and dispersing only when the news spread that Carpentier had come and gone.

That part of the crowd which had gained possession of Carpentier and with shouts of "Carry him in triumph," had borne him to the street, swept aside the police line and rushed along the thoroughfares. Several doors and windows in the neighborhood were crushed by the pressure of the throng, which choked the streets from building to building.

Police reinforcements finally fought their way to the centre of the crowd and asked Carpentier politely to make the rest of his journey home in a taxicab the police had brought, so that the crowd would disperse.

Carpentier arrived at Havre last night from New York with the intention of spending several weeks in France before again visiting the United States early next fall.

In an interview shortly after he landed Carpentier declared he considered Dempsey unquestionably the best fighter of the present day and said he thought the heavyweight title would be safe in Dempsey's hands for four or five years.

## BANDITS HOLD UP TRAIN: GET THOUSANDS IN LOOT.

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## TWO IRISH PEACE TERMS GIVEN ON HIGH AUTHORITY

Fiscal Autonomy for Ireland; Position of Ulster Ample Secured.

DUBLIN IS OPTIMISTIC.

Sentiment Toward Proposals Growing More Favorable in Irish Capital.

LONDON, July 23 (Associated Press).—The outstanding feature of the Government's Irish peace proposals to Eamon De Valera is a concession of fiscal autonomy, it was stated on high authority here to-day. The position of Ulster is amply secured.

Gen. Jan C. Smuts, the South African Premier, is expected to leave London for Ireland early next week, probably Monday, to place his services at the disposal of both Eamon De Valera, the Republican leader, and Sir James Craig, the Ulster Premier, during their critical consideration of the Irish peace proposals made by Premier Lloyd George.

This statement was made to-day in a quarter close to the South African statesman.

In circles which are closely observing the developments of the Irish situation much satisfaction is expressed at the prospect of Gen. Smuts's re-entry into the negotiations in the manner indicated. This is particularly the case in view of the persistent reports that the British Prime Minister's offer, submitted to Mr. De Valera Thursday, includes a plan for Dominion Home Rule for Ireland on the lines of the South African Constitution. Concerning the workings of this form of government Gen. Smuts, it is pointed out, will be able to give information of the greatest value.

Perhaps even more important, in the view of many students of the situation, is Gen. Smuts's reputed influence as a mediator, due to his former position as one of the anti-English leaders in the South African War. This is held by these observers, has established a common bond between the Southern Irish leaders and Gen. Smuts, which renders his advice more acceptable to them than that of almost any other outsider.

Before Premier Smuts's projected trip to Dublin it is expected Mr. De Valera will have submitted the British Prime Minister's proposals to the Irish Republican Parliament, or at least have canvassed the situation with the Sinn Fein leaders.

With Mr. De Valera back in Dublin, British circles to-day apparently had settled down to await the next move in the Irish negotiations, which are expected to come from the Southern Irish capital soon after leaders of the Republicans have had a chance to study the document which Mr.

(Continued on Eighth Page.)

## PHILADELPHIA CARPENTERS ACCEPT A BIG WAGE CUT

Average Reduction for 11,000 Men Is 24 Per Cent.

PHILADELPHIA, July 23.—Eleven thousand union carpenters and joiners will return to work soon, following signing of an agreement between the officials and those of the employers' association to end the strike which began May 1.

The agreement calls for acceptance of wage cuts averaging 24 per cent., acceptance of the open shop principle, time and a half for overtime and banning of sympathetic strikes. The men will now receive 90 cents an hour. Other branches of the building trades are still on strike.

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## NEW SHIPPING WAR SEEN IN SEIZURE OF 5 VESSELS BY U. S.

Mail Line Official Says Company Has \$1,500,000 Credit With Government to Offset Charges of \$400,000.

Will Fight Against Efforts of So-Called Transatlantic Combine to Dictate as to All Independent Shipping.

George Washington, America, Sinschmann, President Grant and Agamemnon Taken—To Seize 4 Others.

In the swift and drastic action of the United States Shipping Board in taking over physical possession of five of its vessels yesterday afternoon from the United States Mail Company, to which the ships were chartered, and in announcing the seizure of four other vessels now on voyages as soon as they can be reached, the shipping world sees a renewal of the old warfare between the so-called Transatlantic Combine and any and all enterprises which seek to operate independently of it.

J. Barstow Smull, Vice President of the Emergency Fleet Corporation, representing Chairman Lasker of the Shipping Board in yesterday's action with Elmer Schlesinger, general counsel of the Board, asserted the seizure was made because of an indebtedness of \$100,000 accumulating through charter and other charges since April 1.

"The officials of the United States Mail Line," said Mr. Schlesinger to-day, with the nodded approval of Mr. Smull, who sat beside him, "in spite of all their flag waving and patriotic oratory, are in a position out of which talk will not get them; they have not paid their rent; they have given no attention to monthly demands that they pay it; they have been dispossessed."

President Francis R. Mayer of the United States Mail Company made this statement to-day.

"The statement of Mr. Schlesinger that the United States Mail had failed to pay \$100,000 rental due since March 31 is ridiculous. The board owes something like \$2,000,000 to the Mail. "Under the terms of the contract the Mail was 'to pay at the rate of \$3.50 per net registered ton per month commencing on and from the date of the completion of the reconducting of said vessels."

"None of the vessels has been completely reconducted. Under these terms of the contract there is technically no charter hire earned or due. "The Mail has, however, at the earnest solicitation of the Shipping Board, placed some of the vessels in service before they were fully reconducted, and, in order that the board might enjoy the revenue therefrom, has given the Shipping Board more than \$250,000 as an advance upon account of charter hire to become due."

"It was then understood that the entire subject of hire would be held in abeyance. "On April 6, 1921, the board voluntarily modified the contract and agreed to pay for reconducting the America and the Washington. The Mail has expended in excess of \$350,000 on the America alone, and this amount is due from the board to the Mail under the arrangement of April 6, so that even if the contentions of the board as to the amount of hire due were correct, it will be seen that the board has been overpaid."

Broadly speaking, according to shipping men, the Government has been leasing ships to private operators with the understanding that the charterers should put them in proper condition and the expense of the work should be repaid by the Government out of the charter charges. Mr.